

**SUMMARY OF MAJOR CHANGES TO CHAPTER 02
DOD 7000.14-R, VOLUME 7A
MILITARY PAY POLICY AND PROCEDURES ACTIVE DUTY AND RESERVE PAY**

**New and revised instructions are indicated by a star placed immediately before
the new or revised section, paragraph, subparagraph, decision logic table, etc.**

Page	Paragraph	Explanation of Change/Revision	Effective Date
2-15-16 2-17 2-17 2-18	Table 2-5 Table 2-6 Table 2-7 Table 2-8	IC 1-99 cites the Basic Pay and Basic Allowance for Subsistence Increases. (IC 1-99 supercedes 1-98 dated Jan 1, 1998)	Jan 1, 1999
2-15-16 2-17	Table 2-5, Table 2-6	IC 16-99 incorporates paragraphs which were inadvertently omitted in the printing of the July 1996 revision to Vol 7A	May 24, 1999
2-2 2-4 2-5 2-5	020102.C, 020301.C.4, 020301.C.6, 020301.C.8	IC 20-99 pertains to Computation of Pay and Saved Pay.	Jan 1, 1998
2-15-16 2-17 2-18 2-19	Table 2-5 Table 2-6 Table 2-7 Table 2-8	IC 01-00 incorporates the January 1, 2000 and the July 1, 2000 basic pay increase and supercedes the rates reflected in IC 01-99.	Jan 1, 2000 and Jul 1, 2000
2-16, 2-20, 2-24 through 2-25	Table 2-5, Table 2-8, Bibliography	IC 32-00 corrects the basic pay for to certain flag officers holding certain positions (i.e. Chairman/Vice Chairman JCS, Service Chiefs) and to the senior enlisted members (i.e. Master Chief Petty Officer of the Navy/Coast Guard, Chief Master Sergeant of the Air Force, and Sergeant Major of the Army/Marine Corps).	Nov 27, 2000
2-15-16 2-17 2-18 2-19	Table 2-5 Table 2-6 Table 2-7 Table 2-8	IC 01-01 supercedes 32-00, which incorporates the January 1, 2001 and the July 1, 2001 basic pay increase for pay grades E-5 to E-7, and supercedes the rates reflected in IC 01-00.	Jan 1, 2001 and Jul 1, 2001

Interim change 01-01 is incorporated in this change.

CHAPTER 2

COMPUTATION OF PAY

0201 BASIC PAY ENTITLEMENTS

020101. When Entitled to Basic Pay. The pay of Military Service members is prescribed by law. Members are entitled to receive pay according to their pay grades and years' service, if they are:

- A. On active duty in a pay status.
- B. Not prohibited by law from receiving such pay.

020102. Employment of Members in Another Capacity

A. Employment Under the Government

1. Unless otherwise provided by law (such as during the period a member is on terminal leave pending retirement, separation, or release from active duty under honorable conditions), a member may not be employed in another capacity by the government and receive pay, therefor, other than the pay and allowances that accrue by reason of the military status. A member may be employed, however, on a voluntary basis, during off-duty hours in connection with nonappropriated fund activities.

2. Under agreements such as that between the Department of Defense and the Agency for International Development (AID) of the Department of State, military members may be detailed to agencies such as AID for certain types of service for specified periods. As provided in pertinent agreements, members so detailed are entitled to the pay and allowances of employees of the agency (AID foreign service personnel, in the case of that agency) holding comparable positions. Such members are paid by the agency in which service is performed, not by the Military Service involved.

B. Acceptance or Holding Civil Office

1. An officer of an armed force on active duty may not be employed on civil functions if the civil duties separate the member from the parent organization or interfere with the performance of military duties. This applies to employment on civil works or internal improvements, by an incorporated company, or as acting paymaster or disbursing agent of the Bureau of Indian Affairs.

2. Unless otherwise provided by law, an officer of a Regular Component of the Army, Navy, Air Force, or Marine Corps may not hold a civil office by election

or appointment under the United States, a territory, possession or state. Acceptance of such position terminates the officer's appointment and any further entitlement to receive pay and allowances whether or not the officer continues to fulfill the duties as an officer subsequent to accepting the office.

★ C. Medical Officers. Medical officers on active duty who receive any compensation or stipend payments for services they perform as interns or resident physicians in private or public institutions (state, county, municipal, or privately owned hospitals) receive such payments for the benefit of the United States. Collect these payments from medical officers for deposit to the U.S. Treasury. See Table 26-3, rule 24; Table 26-8, rule 2, for entitlement to BAH, and Table 25-1, rules 6 and 7, for BAS payments.

020103. Formal Acceptance of Appointment-Officers

A. Pay and allowances generally accrue from the date of acceptance of appointment as an officer. The normal method of acceptance is taking the oath of office. Commencement of travel in compliance with an order is considered acceptance for pay purposes, but payment will not be made until formal signing of the oath of office. See Table 2-1 for specifics and for graduates of the academies.

B. An officer need not take the oath of office upon promotion if service has been continuous since the last oath.

020104. Restriction Against Dual Payments

A. A Reserve member who is called to active duty for more than 30 days in time of war or national emergency is entitled, while on that active duty, to the pay and allowances prescribed for active duty. Exception is authorized if the member is entitled to a pension, retired pay, or disability compensation for earlier military service, in an amount greater than that prescribed for active duty.

B. Except as prescribed in subparagraph 020104.A, above, a Reserve member who is entitled to payments for earlier military service, and is called to active duty and is entitled to pay, may elect to receive either:

1. The payments for the earlier military service; or
2. If member specifically waives those payments, the pay and allowances authorized for the active duty.

020105. Posthumous Promotions. Members may be promoted posthumously. The amount of bonus, gratuity, pay, or allowances is not changed by these promotions. This payment restriction does not apply to promotions of members while in a missing status where a determination by the Secretary of the Military Department concerned is subsequently made that the member died before the date of the promotion.

0202 COMPUTING MONTHLY PAY020201. Monthly Pay

A. Service of 30 Days or More. Compute monthly compensation as if each month had 30 days. When service begins on an intermediate day of the month, pay for the actual number of days served during that calendar month, but only through the 30th day of that month. If active military service begins on the 31st day of any month, compensation does not accrue for that day. Any person who enters active service during February and serves until the end of the month is entitled to the pay for 1 month (30 days), less the prorated amount for the number of days expired before entry on duty. If the service ends before the last day of February, pay the member only for the actual number of days served.

B. Service of Less Than 30 Days. Members of the Uniformed Services entitled to receive compensation for continuous periods of less than 1 month are entitled to pay and allowances for each day of the period at the rate of 1/30 of the monthly amount of such pay and allowances. Include the 31st day of a calendar month in the computation. Members who are obligated to serve on active duty for 30 days or more, but who were released before performing such active duty for at least 30 days, are entitled to receive pay and allowances on a day-to-day basis.

020202. Absence Without Pay

A. Deduct 1/30 of 1 month's pay for each day's absence in a nonpay status.

B. No pay is lost for unauthorized absence on the 31st day of a month, except when it is the first day of absence or when the member is paid for the day under subparagraph 020201.B, above.

C. Absence in a nonpay status on the 28th of February in a non-leap year results in loss of pay for 3 days. If member is absent only on the 28th day of February in a leap year, deduct the pay for 1 day for the 28th. If absence occurs on the 29th of February, deduct pay for 2 days. When payment is made under subparagraph 020201.B, above, on the basis of each day actually served, deduct only for the actual period of unauthorized absence.

020203. Annual Salary. Annual salary is divided into 12 equal installments. One installment represents the pay for each calendar month. The daily rate is 1/30 of the monthly rate. The above instructions for monthly pay also apply to annual salary.

020204. Basic Pay Rates

Pay Tables. Tables 2-5 through 2-8 contain monthly rates of basic pay.

0203 SAVED PAY020301. Saved Pay and Allowances

A. Enlisted. An enlisted member who accepts an appointment as an officer will, following appointment, be paid the greater of:

1. The pay and allowances to which such member would be entitled if the member had remained in the last enlisted grade held before appointment as an officer and continued to receive increases in pay and allowances authorized for that grade; or

2. The pay and allowances to which the member thereafter becomes entitled as an officer.

B. Warrant Officers. A warrant officer who accepts an appointment as a commissioned officer will, following appointment, be paid the greater of:

1. The pay and allowances to which the member thereafter becomes entitled as a commissioned officer; or

2. The pay and allowances to which such member would be entitled if the member had remained in the last warrant officer grade held before appointment as a commissioned officer and continued to receive increases in pay and allowances authorized for that grade; or

3. In the case of an officer who was formerly an enlisted member, the pay and allowances to which entitled, under subparagraph 020301.A.1, above, before appointment as an officer.

C. Restrictions

1. A member entitled to saved pay is not authorized the pay for one grade and an allowance for another grade.

2. The saved pay amount may be reduced when the member loses entitlement to specific items; however, these specific items shall be included in saved pay if the member again qualifies for such items. (See subparagraph 020301.C.8, below.)

3. In the case of a temporary officer, a member is not entitled to an increase in saved pay because of a promotion to a higher grade.

★ 4. BAH may be continued as an item of saved pay, and will be paid whenever it is not forfeited because the member is assigned to government quarters.

5. For enlisted members, basic allowance for subsistence (BAS) is the alternative for subsistence in kind. Since officers are not authorized subsistence in kind, a member eligible for saved pay is entitled to the appropriate BAS rate (including the “when permitted to mess separately rate” even when subsistence in kind otherwise would be provided or made available) under the conditions prevailing for enlisted members at their permanent station. Credit BAS at the “when permitted to mess separately rate” at all times except when the member would otherwise be entitled to a different rate. (See subparagraphs 250102.C and E.)

★ 6. Special duty assignment pay, incentive pay for hazardous duty, special pay for diving duty, special pay for sea duty, and hardship duty pay (replaced foreign duty pay effective February 4, 1999), may be retained as an item of saved pay only for as long as the member continues to perform the duty and would be eligible to receive payment had the member remained in the former status.

7. The enlisted cash clothing allowances prescribed in Chapter 29 of this volume may not be included in the saved pay computation if the officer is entitled to the initial uniform allowance prescribed in section 3002.

★ 8. FSH may be continued as an item of saved pay under the same conditions as BAH. See subparagraph 020301.C.4, above. If the member was entitled to FSA due to enforced separation from the member’s family at the time of appointment, the allowance may be included in the computation of saved pay until entitlement ends. FSA may be reinstated for future periods if the member again qualifies for FSA due to enforced separation from the family. Similarly, other items of overseas station allowance and/or special or incentive pay may be reinstated if a member again qualifies for them.

D. Breaks in Service. A break in service (released from active duty, discharged) does not disqualify an officer for the saved pay and allowances entitlements of this section.

0204 INCREASED BASIC PAY DURING PERIOD OF SERVICE ESSENTIAL TO PUBLIC INTERESTS

020401. Entitlement to Increased Basic Pay. This section applies only to enlisted members of the Regular Navy or Marine Corps, or Naval or Marine Corps Reserve, whose enlistments expire while serving on a naval vessel in foreign waters.

A. Retention in Service. Such members may be retained on active duty until the naval vessel returns to the CONUS, if the period of retention is determined “service essential to the public interests.” The senior officer present afloat makes this determination.

B. Pay and Allowances. During the period of retention, members are entitled to regular pay and allowances, plus a 25 percent increase in the basic pay, to which they were entitled on the day before the period of retention began.

020402. Members Not Eligible for Increase

A. Enlisted members are not entitled to the increased basic pay if retained on active duty after expiration of enlistment:

1. At shore stations
2. On ships on duty in waters in or around possessions and territories of the United States
3. On ships on duty in ports or waters within the sovereign jurisdiction of the United States
4. Due to lack of transportation
5. Merely because it is desirable to continue their services, or some benefit may be derived therefrom.

B. A member of the Naval Reserve or Marine Corps Reserve is not entitled to the 25 percent increase while retained beyond period of obligated service, as distinguished from normal date of expiration of enlistment.

020403. Inclusion of Increase in Death Gratuity. Include the 25 percent increase in basic pay in computing amount of death gratuity payable.

020404. Restrictions in Use. Do not use the 25 percent increase in computing:

- A. Cash settlement for unused leave on discharge
- B. Physical disability, or temporary disability retired pay
- C. Disability severance pay
- D. Reenlistment bonus.

020405. Termination of Increase in Basic Pay

- A. The 25 percent increase in basic pay continues through:
1. Date of discharge, if the member is discharged within 30 days after arrival in CONUS

2. Date of transfer to a hospital for treatment.

B. See Table 2-3, rule 19, for the date of termination of normal pay and allowances.

0205 ALLOWABLE TRAVEL TIME FOR RESERVE MEMBERS CALLED TO OR RELEASED FROM ACTIVE DUTY

020501. Pay and Allowances Entitlement for Allowable Travel Time

A. Reserve members called to active duty are entitled to active duty pay and allowances for time allowed for necessary travel from:

1. Home to a first duty station; and
2. Last duty station to home (except when released from active duty for retirement, or dismissal, when discharged, or upon resignation).

B. Pay and allowances for allowable travel time is an earned entitlement. The payment for the return home may be made upon the member's release from such duty without regard to actual performance of the travel. If the member dies after payment, but before payment would otherwise be due, no part of the payment will be recovered by the United States.

020502. Terms and Special Conditions

A. Allowable travel time is considered active duty for all purposes normally ascribed to active duty. The computation of allowable travel time, whether actual or constructive will:

1. For periods of active duty of 30 days or less, be based upon the rules contained in Table 2-4.
2. For periods of active duty of more than 30 days, be based upon the rules and provisions of the JFTR, Vol I (reference (d)).

B. A member of a Reserve Component is entitled to active duty pay and allowances for allowable travel time, if any, when:

1. Ordered to perform active duty training (ADT);
2. Performing authorized inactive duty training (IDT) immediately before or after ADT at or near the same site; and
3. Receiving orders which direct performance of necessary travel to and from the ADT site immediately before and after combined ADT/IDT.

The travel date will be specified in the active duty orders. Full retirement point credit is earned for the period of IDT performed.

WHEN ACTIVE DUTY PAY BEGINS					
R U L E	A	B	C	D	E
	then active duty pay and allowances				
	When a person is	in the	and	begin on:	are authorized for:
1	originally appointed as a permanent officer	Regular Army, Navy, Marine Corps or Air Force (note 1)		date of formal acceptance of appointment (see paragraph 020103).	
2	an enlisted member temporarily appointed to a warrant or commissioned officer grade	Navy or Marine Corps			
3	an enlisted member or warrant officer on active duty appointed to a commissioned officer grade under 10 U.S.C. 593	Reserve			
4	enlisted, reenlisted, or inducted	Regular Army, Navy, Marine Corps, or Air Force		date of enlistment, reenlistment, or induction.	
5	service academy graduate commissioned as a second lieutenant or ensign	Regular Army or Air Force		date of graduation (note 2).	
6		Regular Navy or Marine Corps		date of formal acceptance of appointment.	
7	reserve or retired member called or recalled to active duty	Army, Navy, Marine Corps, or Air Force		date member necessarily complies with active duty order (note 3).	
8	AUS or USAF without component temporary officer called to active duty	Army or Air Force		date member necessarily complies with active duty orders (note 3).	
9	reserve or retired member ordered to active duty to take a physical examination incident to being ordered to active duty for more than 30 days	Navy, Marine Corps, Army, or Air Force			period of the examination, and allowable travel time in connection therewith (notes 3, 5, 6, and 7).
10	ARNG or ANG member called into federal service	Army or Air Force	the period of federal service is 30 days or less	date of reporting at place of rendezvous.	
11			the period of federal service is more than 30 days or an indefinite period	date member necessarily complies with active duty orders (notes 3 and 4).	

WHEN ACTIVE DUTY PAY BEGINS					
R U L E	A	B	C	D	E
				then active duty pay and allowances	
	When a person is	in the	and	begin on:	are authorized for:
12	separated Service academy cadet required to serve a period of enlisted active duty	Regular Army, Navy, Marine Corps, or Air Force		date following date of approval of cadet's separation from the academy.	

NOTES:

1. Original appointments include officers appointed from warrant officer, enlisted member, or civilian status.
2. Pay accrues from date of graduation even though appointment is issued and accepted at later date.
3. See section 0205 of this chapter and Table 2-4 for allowable travel time to include in computation. Pay and allowances do not accrue if the member begins travel or reports earlier than the travel time necessary to comply with the active duty orders.
4. Pay status does not begin if the ARNG or ANG member is unable to respond to the call to active duty because of illness or other reason.
5. If member passes the physical examination, pay and allowances accrue for travel time to first duty station when later ordered to active duty for more than 30 days.
6. If the member fails the physical examination, pay and allowances accrue for period required for the examination and travel time to and from the examination.
7. If the member is ordered to active duty solely to take a physical examination, not incident to being ordered to active duty, then active duty pay and allowances do not accrue.

Table 2-1. When Active Duty Pay Begins

INCREASES IN PAY ON PROMOTION OR RESTORATION OF GRADE					
RULE	A	B	C	D	E
	When member is a(n)	and action is	in the	and	then effective date of increase in pay and allowances is
1	officer	designation of special assignment under 10 U.S.C. 601(a)	Army, Air Force, or Marine Corps as General or Lt General; or Navy as Admiral or Vice Admiral		date officer assumes the designated duty (note 1).
2	Reserve officer not on the active duty list	promotion to grade above O-2	Navy or Marine Corps		date officer becomes eligible for promotion to the higher grade.
3		promotion to grade O-2			date of rank.
4	officer	promotion to grade above O-1	Uniformed Services		effective date of the promotion.
5	Reserve officer on active duty (other than for training) (but not on the active duty list)	permanent promotion to a higher Reserve grade	Army or Air Force	officer is ordered to serve on active duty in the higher permanent Reserve grade	effective date of orders to serve on active duty in the higher permanent Reserve grade (note 2).
6				officer is serving on active duty and assigned to a position requiring a grade equal to or higher than the grade to which promoted	effective date of orders or letter announcing promotion (note 3).
7		temporary promotion to a higher Reserve grade			effective date of orders announcing promotion; or date shown in special orders confirming verbal orders.
8	enlisted member	advancement in rank or rating	Navy	effective date is specified in the letter authorizing the advance	effective date is stated, or date of the letter, whichever is later (note 4).
9				effective date is not stated in letter	date advance was actually effected, but not before date member's commander receives the authority (note 4).
10				Marine Corps	effective date is specified in the directive authorizing the advance

Table 2-2. Increases In Pay On Promotion or Restoration of Grade

INCREASES IN PAY ON PROMOTION OR RESTORATION OF GRADE					
R U L E	A	B	C	D	E
	When member is a(n)	and action is	in the	and	then effective date of increase in pay and allowances is
11	enlisted member	advancement in rank or rating	Marine Corps	promotion is not effected by directive	date certificate of appointment is signed by issuing authority (note 4).
12		appointment or promotion to a higher grade	Army or Air Force		1. date cited in orders, or date of orders, whichever is later (note 5); or 2. date of oral appointment or promotion, if later confirmed in writing (note 4).
13		restoration of former grade		reason for reduction was non-judicial punishment	may be retroactive to date of reduction.
14				reason for reduction was inefficiency	date of restoration orders.

NOTES:

- If the officer's assignment is terminated because of:
 - Assignment to another position also designated a special assignment, the officer will continue to draw the pay rate of the terminated assignment through the day before assuming the new position.
 - Hospitalization, the officer will continue to draw the pay rate of the terminated assignment for the full period of hospitalization, but for not more than 180 days.
 - Retirement, the officer will continue to draw the pay rate of the terminated position through the day before retirement, but for not more than 90 days.
- A retroactive amendment of active duty orders is authority to serve in the higher grade from date of the amendment only. Increased pay and allowances are authorized from that date. Such orders do not create entitlement to increased pay and allowances for the retroactive period.
- A retroactive promotion date is to be used only for consideration of seniority and time in grade for future promotions. Such orders do not create entitlement to increased pay and allowances for the period between the eligibility date for promotion and the effective date of the promotion order or letter. The effective date of promotion for purposes of entitlement to increased pay and allowances must not be earlier than the date the officer is assigned to a position requiring a grade equal to or higher than the grade to which promoted.
- An appointment, promotion, or advancement to a higher grade with an effective date beyond the expiration date of the current enlistment and which is contingent upon the member's extension of enlistment or reenlistment, entitles the member to increased pay and allowances from the effective date of extension or reenlistment, whichever is later. Payment for the higher rank or rating is not authorized for a period prior to date of current enlistment.
- This restriction does not prevent payment to enlisted members for retroactive promotions or advancements that are made pursuant to 10 U.S.C. 1552(a)(2) (retroactive promotion or advancement without decision of the Board for Correction of Military Records), effective Oct 23, 1992.

Table 2-2. Increases In Pay On Promotion or Restoration of Grade (Continued)

TERMINATION OR REDUCTION OF ACTIVE DUTY PAY AND ALLOWANCES					
R U L E	A	B	C	D	E
	If member is in the	and status is an	and action is	and reason for retention is	then pay and allowances are authorized through date
1	Regular Army, Navy, Marine Corps, or Air Force	officer holding permanent appointment or promotion	resignation, discharge, or dismissal		1. shown as official date of separation in official notice; or 2. officer receives official notice, if no official date of separation is shown (note 1).
2			discharge or dismissal from permanent status		of termination of appointment.
3			resignation		before date placed on the retired list.
4			transfer to Fleet Reserve, or Fleet Marine Corps Reserve (note 7)		
5			involuntary retirement under Officer Personnel Act of 1947		
6			retirement on last day of month after month member completed 30 years of active service		
7			retirement, other than as shown in rules 5 and 6; includes physical disability retirement		before date of acceptance of permanent appointment.
8			permanent appointment as an officer		
9			termination of appointment for any other reason		of termination of appointment.
10	Army, Navy, Marine Corps, or Air Force Reserve	officer or enlisted member	release from active duty		of allowable travel time after release (see Table 2-4).
11			release from active duty for retirement		before date placed on retired list.
12			discharge, dismissal, or a resignation		shown in official separation notice, or date member receives official notice of separation.
13	Army, Navy, Marine Corps, or Air Force	enlisted member	retirement (including physical disability retirement)		before date placed on retired list.
14			transfer to Fleet Reserve or Fleet Marine Corps Reserve		of transfer.
15			discharge		of discharge (note 2).

Table 2-3. Termination or Reduction of Active Duty Pay and Allowances

TERMINATION OR REDUCTION OF ACTIVE DUTY PAY AND ALLOWANCES					
R U L E	A	B	C	D	E
	If member is in the	and status is an	and action is	and reason for retention is	then pay and allowances are authorized through date
16	Army, Navy, Marine Corps, or Air Force	enlisted member	retention in service after expiration of term of service (note 3)	convenience of the government	of the period of retention.
17				to make good lost time	of the period of retention, if retained in full duty status or if authorized to perform duty.
18				probation after confinement	of the probational period, if duty is performed during such period.
19				medical care or hospitalization (with member's consent)	of release from medical care or hospitalization (note 4).
20				service is essential to public interest (section 0204, this chapter)	of discharge (note 5).
21				court-martial action	see paragraph 030207.
22			demotion (administrative)		before date of demotion orders at the higher rate; and at the reduced rate on and after date of demotion orders.
23		officer or enlisted member	death		of death.
24			revoking a promotion (erroneous promotion through administrative error)		before date of discovery at the higher rate; at the reduced rate on or after date of discovery (note 6).
25			retirement	late delivery of retirement orders	retirement orders are delivered or member is notified that retirement orders were issued.

NOTES:

1. Discharge orders do not of themselves relieve the government of its obligation to an officer. The officer must have received actual or constructive notice by the effective date, unless the officer willfully avoids notice of separation. If kept in Military Service without fault, in ignorance of an order of dismissal, the officer is entitled to all salaries and benefits of the office. If held in Military Service under orders after the date shown in separation orders, the officer is entitled to pay if there is nothing in the records showing non-entitlement.
2. Includes discharge for underage enlistment. Does not include discharge for fraudulent contract of enlistment. (See Chapter 4.)
3. A member whose enlistment is extended involuntarily by law comes under rule 15, not rules 16-21.
4. If medical care or hospitalization was due to member's misconduct, pay and allowances terminate on date of expiration of term of Military Service.
5. See paragraph 020405 for date of termination of the 25 percent increase in basic pay.
6. An erroneous promotion is later voided by revoking promotion orders (certificates of appointment or other documents used by the Military Service concerned to administratively effect promotions) from the original effective date. Payment of the pay and allowances of the higher grade through the date prior to the date of discovery is contingent, in each case, upon an administrative determination of the commander that service performed while serving in the higher grade may be regarded as service performed in a "de facto" status, that is, the member was promoted by competent authority and performed duties of the higher grade. (See procedural regulations of the Military Service concerned.)
7. A member who reverts from a temporary officer appointment to a permanent enlisted or warrant officer grade is entitled, if otherwise proper, to the active duty pay and allowances of the temporary officer grade through and including the date of reversion.

Table 2-3. Termination or Reduction of Active Duty Pay and Allowances (Continued)

ALLOWABLE TRAVEL TIME, TRAVEL BETWEEN PLACES WITHIN THE UNITED STATES				
R U L E	A	B	C	D
	If order to active duty is for	and travel by	then travel time allowed is	using
1	30 days or less	all transportation is reasonably available (note 3)	computed on the basis of air transportation (not more than 1 day for travel between places within the continental United States) (note 4)	actual commercial air schedules, and including the actual or estimated time to travel to and from air terminal(s) (but not more than 2 hours for each trip) (notes 1 and 2).
2		air transportation is not reasonably available for entire travel (note 3)	computed as if actually performed by public surface transportation	actual schedules of fastest available mode (notes 1 and 2).

NOTES:

1. Travel is not expected to start or end between midnight and 0600.
2. Travel days will not exceed the computed travel time. In the computation of travel time, use existing commercial schedules to determine the latest departure time that would permit arrival at the duty station on the reporting date and hour. On release from active duty, use earliest schedule after release which would permit arrival home by fastest available means, without regard to actual performance of travel. A member of a Reserve Component who:
 - a. is ordered to perform active duty training (ADT),
 - b. performs authorized inactive duty training (IDT) immediately before or after ADT at or near the same site, and
 - c. receives orders which direct performance of necessary travel to and from the ADT site immediately before and after combined ADT/IDT is entitled to active duty pay and allowances for allowable travel time per paragraph 020502. The travel date will be specified in the active duty orders. Full retirement point credit is earned for the period of IDT performed.
3. When the air terminal is within 50 miles of the active duty station and direct or connecting flights are obtainable within 50 miles of the place from which ordered to active duty.
4. Additional time may be allowed when there is an actual delay in air travel. The delay must have been due to reasons beyond the control of the member, such as mechanical failure, adverse weather conditions, excess passenger load, cancelled flights, illness of other passengers, etc.

Table 2-4. Allowable Travel Time - Travel Between Places Within the United States

MONTHLY RATES OF BASIC PAY-- COMMISSIONED OFFICERS, AVIATION CADETS, ACADEMY CADETS, MIDSHIPMEN, AND ROTC MEMBERS -- EFFECTIVE JANUARY 1, 2001 (notes 1 & 5)													
Rank	Pay Grade	Cumulative Years of Service											
		2 or less	Over 2	Over 3	Over 4	Over 6	Over 8	Over 10	Over 12	Over 14	Over 16	Over 18	Over 20
Gen-Adm	O-10 (notes 1 & 2)	8,518.80	8,818.50	8,818.50	8,818.50	8,818.50	9,156.90	9,156.90	9,664.20	10,356.00	10,356.00	11,049.30	11,334.60
Lt Gen - VADM	O-9	7,550.10	7,747.80	7,912.80	7,912.80	7,912.80	8,114.10	8,114.10	8,451.60	9,156.90	9,156.90	9,664.20	10,004.70
Maj Gen- RADM (UH)	O-8	6,838.20	7,062.30	7,210.50	7,252.20	7,437.30	7,747.80	7,819.80	8,114.10	8,198.70	8,451.60	9,156.90	9,382.80
Brig Gen- RADM (LH)	O-7	5,682.30	6,068.40	6,068.40	6,112.50	6,340.80	6,514.50	6,715.50	6,915.90	7,116.90	7,747.80	8,280.90	8,280.90
Col - CAPT	O-6	4,211.40	4,626.60	4,930.20	4,930.20	4,949.10	5,160.90	5,189.10	5,189.10	5,360.70	6,005.40	6,311.40	6,791.40
Lt Col - CDR	O-5	3,368.70	3,954.90	4,228.80	4,280.40	4,450.50	4,450.50	4,584.30	4,831.80	5,155.80	5,481.60	5,637.00	5,964.60
Maj - LCDR	O-4	2,839.20	3,457.20	3,687.90	3,739.50	3,953.40	4,127.70	4,409.70	4,629.30	4,781.70	4,935.00	4,986.60	5,790.30
Capt - LT	O-3 (note 3)	2,638.20	2,991.00	3,228.00	3,489.30	3,656.40	3,839.70	3,992.70	4,189.80	4,292.10	4,935.00	4,986.60	5,790.30
1st Lt - LTJG	O-2 (note 3)	2,301.00	2,620.80	3,018.60	3,120.30	3,184.80	3,839.70	3,992.70	4,189.80	4,292.10	4,935.00	4,986.60	5,790.30
2nd Lt - ENS	O-1 (notes 3 & 4)	1,997.70	2,079.00	2,512.80	Maximum								
Aviation Cadets (see sec. 4002 and note 5)		1,242.90	Maximum										
Academy Cadets/ Midshipmen		600.00	Maximum										
ROTC Members/ Applicants (see para 50801)		600.00	Maximum										

NOTES:

- Basic pay for pay grades O-7 through O-10 is limited to the rate of basic pay for Level III of the Executive Schedule, which is \$11,141.70. Basic pay for pay grades O-6 and below is limited to the rate of basic pay for Level V of the Executive Schedule, which is \$9,800.10.
- Basic pay for pay grade O-10 is \$12,488.70 regardless of years of service when serving as Chairman or Vice Chairman of the Joint Chiefs of Staff, Chief of Staff of the Army, Chief of Naval Operations, Commandant of the Marine Corps, Chief of Staff of the Air Force, and Chief of Staff of the Army. However, basic pay is limited to the rate of basic pay for Level III of the Executive Schedule, which is \$11,141.70.
- O-1, O-2, and O-3 rates do not apply to commissioned officers who have been credited with over 4 years (i.e., at least 4 years and 1 day) of active duty service as an enlisted member or as a warrant officer or as both an enlisted member and a warrant officer.
- These rates, or, when applicable, the O-1E rates in Table 2-6 apply during periods of active service while a student of the Uniformed Services University of Health Sciences. Also see subparagraphs 010201.H and 010301.A.
- Basic pay rate for Aviation Cadets - \$1,242.90, for Academy Cadets/Midshipmen and ROTC members/applicants - \$600.00.

★Table 2-5. Monthly Rates of Basic Pay--Commissioned Officers, Aviation Cadets, Academy Cadets/ Midshipmen, and ROTC Members/Applicants--Effective January 1, 2001 (IC-01-01)

<i>MONTHLY RATES OF BASIC PAY--COMMISSIONED OFFICERS CREDITED WITH OVER 4 YEARS' ACTIVE DUTY ENLISTED AND/OR WARRANT OFFICER SERVICE--EFFECTIVE JANUARY 1, 2001 (note 2)</i>									
<i>Rank</i>	<i>Pay Grade</i>	<i>Cumulative Years of Service</i>							
		<i>Over 4</i>	<i>Over 6</i>	<i>Over 8</i>	<i>Over 10</i>	<i>Over 12</i>	<i>Over 14</i>	<i>Over 16</i>	<i>Over 18</i>
<i>Capt--Lt</i>	<i>O-3E</i>	3,489.30	3,656.40	3,839.70	3,992.70	4,189.80	4,355.70	4,450.50	4,580.40 <i>Maximum</i>
<i>1st Lt--Lt(JG)</i>	<i>O-2E</i>	3,120.30	3,184.80	3,285.90	3,457.20	3,589.50	3,687.90 <i>Maximum</i>		
<i>2nd Lt--Ens</i>	<i>O-1E</i> <i>(note 1)</i>	2,512.80	2,684.10	2,783.10	2,884.20	2,984.10	3,120.30 <i>Maximum</i>		

NOTES:

1. These rates do not apply to students of the Uniformed Services University of Health Sciences (USUHS) who do not have over 4 years (i.e., at least 4 years and 1 day) of active duty service as an enlisted member or as a warrant officer or as both an enlisted member and a warrant officer. See Table 2-5 for applicable rates. USUHS students with over 4 years of prior enlisted and/or warrant officer service are entitled to the O-1E rate of basic pay in this table during such active duty periods. Also see subparagraphs 010201.H and 010301.A.
2. Basic pay is limited to \$9,541.80 by Level V of the Executive Schedule.

★Table 2-6. *Monthly Rates of Basic Pay--Commissioned Officers Credited With Over 4 Years' Active Duty Enlisted And/Or Warrant Officer Service--Effective January 1, 2001 (IC 01-01)*

MONTHLY RATES OF BASIC PAY-- WARRANT OFFICERS--EFFECTIVE JANUARY 1, 2001 (note)													
Rank	Pay Grade	Cumulative Years of Service											
		2 or less	Over 2	Over 3	Over 4	Over 6	Over 8	Over 10	Over 12	Over 14	Over 16	Over 18	Over 20
Chief Warrant Officer	W-5												Over 26
													5,120.10 Maximum
Chief Warrant Officer	W-4	2,688.00	2,891.70	2,974.80	3,056.70	3,197.40	3,336.30	3,477.00	3,614.10	3,756.30	3,892.50	4,032.00	4,168.20
													4,448.40
Chief Warrant Officer	W-3	2,443.20	2,649.90	2,649.90	2,684.10	2,793.90	2,919.00	3,084.30	3,184.80	3,294.60	3,420.30	3,545.10	3,669.90
													3,919.80
Chief Warrant Officer	W-2	2,139.60	2,315.10	2,315.10	2,391.00	2,512.80	2,649.90	2,750.70	2,851.50	2,949.60	3,058.20	3,169.50	3,280.80
													3,503.40 Maximum
Warrant Officer	W-1	1,782.60	2,043.90	2,043.90	2,214.60	2,315.10	2,419.20	2,523.30	2,626.80	2,731.50	2,835.90	2,940.00	3,018.60 Maximum

NOTE: Basic pay is limited to the rate of basic pay for Level V of the Executive Schedule which is \$9,800.10.

★Table 2-7. Monthly Rates of Basic Pay -- Warrant Officers -- Effective January 1, 2001 (IC-01-00)

MONTHLY RATE OF BASIC PAY -- ENLISTED MEMBERS--EFFECTIVE JANUARY 1, 2001 (note 3)												
Pay Grade (note 1)	Cumulative Years of Service											
	2 or less	Over 2	Over 3	Over 4	Over 6	Over 8	Over 10	Over 12	Over 14	Over 16	Over 18	Over 20
E-9 (note 2)							3,126.90	3,197.40	3,287.10	3,392.40	3,498.00	3,601.80
E-8						2,622.00	2,697.90	2,768.40	2,853.30	2,945.10	3,041.10	3,138.00
E-7	1,831.20	1,999.20	2,075.10	2,149.80	2,227.20	2,303.10	2,379.00	2,454.90	2,529.60	2,607.00	2,683.80	2,758.80
E-6	1,575.00	1,740.30	1,817.40	1,891.80	1,969.50	2,046.00	2,122.80	2,196.90	2,272.50	2,327.70	2,367.90	2,370.30 Maximum
E-5	1,381.80	1,549.20	1,623.90	1,701.00	1,777.80	1,855.80	1,930.50	2,007.90 Maximum				
E-4	1,288.80	1,423.80	1,500.60	1,576.20	1,653.00 Maximum							
E-3	1,214.70	1,307.10	1,383.60	1,385.40 Maximum								
E-2	1,169.10 Maximum											
E-1 (4 months or more active duty)	1,042.80 Maximum											
E-1 (less than 4 months active duty)	964.80 Maximum											

NOTES:

- For rank titles, see Appendix 2, Comparable Terms.
 - Basic pay for senior enlisted member (grade E-9) is \$4,893.60 regardless of years of service while serving as:
 - Sergeant Major of the Army.
 - Master Chief Petty Officer of the Navy or Coast Guard.
 - Chief Master Sergeant of the Air Force.
 - Sergeant Major of the Marine Corps.
- If a member is placed on terminal leave pending retirement immediately following the completion of service as the senior enlisted member of a Military Department, then the member is entitled to the higher senior enlisted pay rate \$4,893.60 up to a maximum of 60 days. If a member is hospitalized, and during or immediately before such hospitalization, completed service as the senior enlisted member of that Military Department's Armed Force, the member shall continue to be entitled, for not more than 180 days while so hospitalized, to the rate of basic pay (\$4,893.60) authorized for a senior enlisted member.
- Basic pay is limited to \$9,800.10 by Level V of the Executive Schedule.

★Table 2-8. Monthly Rates of Basic Pay--Enlisted Members--Effective January 1, 2001 (IC-01-01)

MONTHLY RATE OF BASIC PAY -- ENLISTED MEMBERS--EFFECTIVE JULY 1, 2001 (note 3)												
Pay Grade (note 1)	Cumulative Years of Service											
	2 or less	Over 2	Over 3	Over 4	Over 6	Over 8	Over 10	Over 12	Over 14	Over 16	Over 18	Over 20
E-9 (note 2)							3,126.90	3,197.40	3,287.10	3,392.40	3,498.00	3,601.80
E-8						2,622.00	2,697.90	2,768.40	2,853.30	2,945.10	3,041.10	3,138.00
E-7	1,831.20	1,999.20	2,075.10	2,149.80	2,228.10	2,362.20	2,437.80	2,512.80	2,588.10	2,666.10	2,742.00	2,817.90
E-6	1,575.00	1,740.30	1,817.40	1,891.80	1,969.80	2,097.30	2,174.10	2,248.80	2,325.00	2,379.60	2,421.30 Maximum	
E-5	1,381.80	1,549.20	1,623.90	1,701.00	1,779.30	1,888.50	1,962.90	2,040.30 Maximum				
E-4	1,288.80	1,423.80	1,500.60	1,576.20	1,653.00 Maximum							
E-3	1,214.70	1,307.10	1,383.60	1,385.40 Maximum								
E-2	1,169.10 Maximum											
E-1 (4 months or more active duty)	1,042.80 Maximum											
E-1 (less than 4 months active duty)	964.80 Maximum											

NOTES:

- For rank titles, see Appendix 2, Comparable Terms.
- Basic pay for senior enlisted member (grade E-9) is \$4,893.60 regardless of years of service while serving as:
 - Sergeant Major of the Army.
 - Master Chief Petty Officer of the Navy or Coast Guard.
 - Chief Master Sergeant of the Air Force.
 - Sergeant Major of the Marine Corps.

If a member is placed on terminal leave pending retirement immediately following the completion of service as the senior enlisted member of a Military Department, then the member is entitled to the higher senior enlisted pay rate \$4,893.60 up to a maximum of 60 days. If a member is hospitalized, and during or immediately before such hospitalization, completed service as the senior enlisted member of that Military Department's Armed Force, the member shall continue to be entitled, for not more than 180 days while so hospitalized, to the rate of basic pay (\$4,893.60) authorized for a senior enlisted member.
- Basic pay is limited to \$9,800.10 by Level V of the Executive Schedule.

★Table 2-8. Monthly Rates of Basic Pay--Enlisted Members--Effective July 1, 2001 (IC-01-01)

Chapter 02—Computation of Pay

0201—Basic Pay Entitlements	020102.A	5 U.S.C. 5536 5 U.S.C. 5534a 3 Comp Gen 40 17 Comp Gen 1049 18 Comp Gen 213 46 Comp Gen 400 52 Comp Gen 471 MS Comp Gen B-214919, Mar 22, 85
	020102.A.2	22 U.S.C. 2385(d)
	020102.B	10 U.S.C. 973 5 U.S.C. 5534a
	020103.A	21 Comp Gen 819
	020103.B	10 U.S.C. 3394, 5792, 8394, 8312, 8451
	020104	10 U.S.C. 12316
	020105	10 U.S.C. 1523 37 U.S.C. 552(a)
0202—Computing Monthly Pay	020201.A	5 U.S.C. 5505 13 Comp Dec 75 4 Comp Gen 757 20 Comp Dec 165 45 Comp Gen 395 54 Comp Gen 952 5 Comp Gen 935 10 Comp Gen 11
	020201.B	37 U.S.C. 1004 46 Comp Gen 100 54 Comp Gen 952 62 Comp Gen 266
	020202	5 U.S.C. 5505 37 U.S.C. 503
	020202.B and 020203	5 U.S.C. 5505
0203—Saved Pay	020301.A	37 U.S.C. 907
	020301.B	MS Comp Gen B-232042, July 7, 1989
	020301.C	45 Comp Gen 763
	020301.C.2	46 Comp Gen 57
	020301.C.5	46 Comp Gen 804
	020301.C.8	46 Comp Gen 57
	020301.D	61 Comp Gen 296

0204—Increased Basic Pay During Period of Service Essential to Public Interests

020401	10 U.S.C. 5540
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0205—Allowable Travel Time for Reserve Members Called to or Released From Active Duty

020501	EO 12683, July 21, 1989 37 U.S.C. 204(b) MS Comp Gen B-146551, Dec 13, 1961
020501.B	37 U.S.C. 204(e)
020502.A	37 U.S.C. 204(b) EO 12683, July 21, 1989
020502.B	48 Comp Gen 78

Table 2-1

Rule 5	37 U.S.C. 204(f)
Rule 8	37 U.S.C. 204(b)
Rule 9	MS Comp Gen B-181762, July 18, 1975 19 Comp Gen 282
Rule 10	37 U.S.C. 204(c)
Rule 11	43 Comp Gen 293

Table 2-2

Rule 1	10 U.S.C. 601(a)
Rule 2	37 U.S.C. 905(a)
Rule 3	37 U.S.C. 905(b)
Rule 4	37 U.S.C. 1010
Rules 5 and 6	10 U.S.C. 3380, 8380
Rule 11	MS Comp Gen B-208043, Jan 18, 1983
Rule 12	10 U.S.C. 1552(a)(2) amended by Public Law 102-484, Section 1052(19)
Rule 13	36 Comp Gen 137
Note 1	10 U.S.C. 601(b)
Note 2	MS Comp Gen B-143510, Sep 29, 1960 42 Comp Gen 445
Note 3	MS Comp Gen B-107486, Nov 15, 1966
Note 5	10 U.S.C. 1552(a)(2) amended by

		Public Law 102-484, Section 1052(19)
	Table 2-3	
	Rule 5	61 Stat 795
	Rule 16	37 Comp Gen 228
	Rule 19	10 U.S.C. 507
	Rule 25	49 Comp Gen 429
	Note 1	27 Comp Dec 13
	Note 6	55 Comp Gen 109
	Note 7	49 Comp Gen 800
	Table 2-4	EO 10153, Aug 17, 1950, amended by EO 10649, 28 Dec 1955 EO 12683, July 12, 1989 MS Comp Gen B-146551, Dec 13, 1961
	Note 4	41 Comp Gen 56
	Table 2-5 through 2-8	37 U.S.C. 203 37 U.S.C. 1009
	Table 2-5	37 U.S.C. 201(d) 37 U.S.C. 209(c)
	Note 1	Public Law 100-180, Section 1334(D)(3), Dec 4, 1987 37 U.S.C. 1009, Note
★(IC 32-00)	Note 2	<i>Public Law 106-398, Section 1087(c)(1)(C)(i) Oct 30, 2000</i>
★(IC 01-00)	Table 2-6	<i>37 U.S.C. 203(d) Public Law 98-94, October 1, 1983 10 U.S.C. 2114(b)</i>
	Table 2-8	
	Notes	37 U.S.C. 1009 37 U.S.C. 210, added by Public Law 102-190 Section 606, approved Dec 5, 1991 Public Law 104-201, Section 603, Sep 23, 1996 implemented by EO 13033, Dec 27, 1996

★(IC 32-00

Note 2

Public Law 106-398

*Section 1087(c)(1)(C)(ii),
Oct 30, 2000*